

Message Text

CONFIDENTIAL

PAGE 01 LISBON 01109 091746Z
ACTION EUR-12

INFO OCT-01 ISO-00 L-03 IGA-02 PA-01 PRS-01 IO-13 AID-05
CIAE-00 COME-00 EB-08 FRB-03 INR-07 NSAE-00 TRSE-00
XMB-02 OPIC-03 SP-02 CIEP-01 LAB-04 SIL-01 OMB-01
NSC-05 SS-15 STR-04 CEA-01 USIE-00 SSO-00 NSCE-00
INRE-00 EURE-00 /095 W
-----091757Z 112529 /50

O 091720Z FEB 77 ZFF-4
FM AMEMBASSY LISBON
TO SECSTATE WASHDC NIACT IMMEDIATE 0122
AMEMBASSY BONN NIACT IMMEDIATE

C O N F I D E N T I A L LISBON 1109

BONN FOR SYVRUD AND JACKLIN

E.O. 11652: GDS
TAGS: EAID, ECON, PO
SUBJ: FINANCIAL ASSISTANCE FOR PORTUGAL

1. MARIO SOARES CALLED ME OVER THIS AFTERNOON, FEB 9, TO TELL ME GOP HAD STUDIED AGREEMENT ON \$300 MILLION LOAN AND WAS PREPARED TO SIGN IT. HE GAVE ME PRESS RELEASE WHICH HE AND FINANCE MINISTER (ALSO PRESENT) HAD DRAFTED JOINTLY. SAID IT WAS VERY IMPORTANT TO HIM THAT PRESS RELEASE BE ISSUED BEFORE HE DEPARTS ON VISIT TO EEC COUNTRIES THIS WEEKEND. EEC MUST KNOW THIS MATTER IS SETTLED. HE ASKED THAT RELEASE BE ISSUED JOINTLY IN WASHINGTON AND LISBON IN TIME FOR TOMORROW'S LISBON AFTERNOON NEWSPAPERS.

2. PROPOSED PRESS RELEASE FOLLOWS:
BEGIN TEXT

AGREEMENT WAS CONCLUDED TODAY UNDER THE TERMS OF WHICH THE EXCHANGE STABILIZATION FUND OF THE UNITED STATES WILL LEND TO THE BANK OF PORTUGAL UP TO THREE HUNDRED MILLION
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PAGE 02 LISBON 01109 091746Z

DOLLARS FOR FINANCING THE PORTUGUESE BALANCE OF PAYMENTS DEFICIT. THIS IS A SHORT-TERM OPERATION, PART OF AN OVERALL PLAN OF ECONOMIC ASSISTANCE TO PORTUGAL ANNOUNCED BY THE UNITED STATES IN WHICH THERE IS ALSO INCLUDED A PROJECTED MEDIUM-TERM LOAN OF \$1.5 BILLION TO BE NEGOTIATED WITH THE UNITED STATES, EUROPE AND OTHER COUNTRIES.
A PART OF THE LOAN JUST NEGOTIATED WILL CONSIST

OF ADVANCES ON LOANS THAT PORTUGAL MAY OBTAIN FROM THE
IMF. IT IS ESTIMATED THAT THE TOTAL AMOUNT OF SUCH
ADVANCES MAY BE BETWEEN APPROXIMATELY \$85 AND \$135 MILLION.
THE REST OF THE LOAN NOT INCLUDED IN THE ABOVE-MENTIONED
ADVANCES WILL CONSIST OF CREDITS GUARANTEED BY GOLD
THAT WILL BE EXTENDED UNTIL NEXT JULY.
END TEXT.
CARLUCCI

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: TEXT, PRESS RELEASES, DIPLOMATIC DISCUSSIONS, FINANCIAL PROGRAMS
Control Number: n/a
Copy: SINGLE
Sent Date: 09-Feb-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977LISBON01109
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
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Errors: N/A
Expiration:
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Format: TEL
From: LISBON
Handling Restrictions: n/a
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ISecure: 1
Legacy Key: link1977/newtext/t19770259/aaaacaba.tel
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Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: d3de18c9-c288-dd11-92da-001cc4696bcc
Office: ACTION EUR
Original Classification: CONFIDENTIAL
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Original Previous Classification: n/a
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Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 3367212
Secure: OPEN
Status: NATIVE
Subject: FINANCIAL ASSISTANCE FOR PORTUGAL
TAGS: EAID, ECON, PO, (SOARES, MARIO ALBERTO)
To: STATE BONN
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Review Markings:
Margaret P. Grafeld
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